

ABSTRACT

The basic concept of venture capital is financing in the form of equity investment into the investee company. Equity participation by venture capital company can do business directly in shares of capital stock or indirectly, either convertible bonds or other forms of limited participation / profit sharing. While ideally a capital investment made in shares, but in practice a limited form of participation / profit sharing that are often applied. This obstacle is because of the persistence of some constraints or limitations from both venture capital company as well as from the investee company that is not possible direct investment in shares.

In this thesis the author focuses on the background of the inclusion clause of collateral in the form of venture capital financing agreement limited participation / profit sharing, which also specifically discuss the form of venture capital investment in a limited participation / sharing best suited to the basic concept of venture capital financing of investments in shares to the company's business partner.

Target author in this thesis is to examine the background of the collateral in venture capital financing and the form of capital that should be performed by venture capital company, which will not lead to a lawsuit for any third party for object security in the hands of venture capital company.

Hopefully reading this thesis can be useful and add insight to its readers.

Keywords:

- Venture Capital financing
- Limited participation/Profit Sharing
- Collateral